

Received _____
Examined _____

**CLASS B and C  
WATER UTILITIES**

U# 214-W

**2003  
ANNUAL REPORT  
OF**

**LITTLE BEAR WATER COMPANY, INC.**

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**WATER DIVISION**

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(NAME UNDER WHICH CORPORATION, PARTNERSHIP, OR INDIVIDUAL IS DOING BUSINESS)

**51201 PINE CANYON ROAD, #125**

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**KING CITY, CA 93930**

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(OFFICIAL MAILING ADDRESS)

ZIP

**TO THE  
PUBLIC UTILITIES COMMISSION  
STATE OF CALIFORNIA  
FOR THE  
YEAR ENDED DECEMBER 31, 2003**

**REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2004  
(FILE TWO COPIES IF THREE RECEIVED)**

## **INSTRUCTIONS**

1. One completed copy of this report (two copies if three received) must be filed **NOT LATER THAN MARCH 31**, following the year covered by the report, with:

**CALIFORNIA PUBLIC UTILITIES COMMISSION  
WATER DIVISION  
505 VAN NESS AVENUE, ROOM 3105  
SAN FRANCISCO, CALIFORNIA 94102-3298**

2. Failure to file the report on time may subject a utility to the penalties and sanctions provided by the Public Utilities Code.
3. The Oath, on the last page, must be signed by an officer, partner or owner, not by a public accountant.
4. The report must be prepared in ink or by the use of a typewriter. Computer generated report forms may be substituted.
5. The report must be filled in, and every question answered. **LEAVE NO SCHEDULE BLANK.** Insert the words "none" or "not applicable" or "n/a" when appropriate.
6. Certain balance sheet and income statement accounts refer to supplemental schedules. The totals of the details in the latter must agree with the balances of the accounts to which they refer.
7. Some schedules provide for a "balance at beginning of year." The amount shown should agree with the "balance at end of year" as shown in the report for the previous year. If there is a difference it should be explained by footnote.
8. When there is insufficient space in a schedule to permit a complete statement of the requested information, insert sheets should be prepared and identified by the number of the schedule to which it refers. Be certain that the inserts are securely attached to the report.
9. This report must cover a calendar year, from January 1 through December 31. Fiscal year reports will not be accepted.

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES  
2003

NAME OF UTILITY Little Bear Water Company, Inc. PHONE (831) 385-3524  
Water Division  
PERSON RESPONSIBLE FOR THIS REPORT Marino A. Rodriguez  
(Prepared from Information in the 2003 Annual Report)

	1/1/03	12/31/03	Average
<b>BALANCE SHEET DATA</b>			
1 Intangible Plant	<u>2,227</u>	<u>2,527</u>	<u>2,377</u>
2 Land and Land Rights	<u>11,554</u>	<u>11,554</u>	<u>11,554</u>
3 Depreciable Plant	<u>969,205</u>	<u>992,778</u>	<u>980,991</u>
4 Gross Plant in Service	<u>982,986</u>	<u>1,006,859</u>	<u>994,922</u>
5 Less: Accumulated Depreciation	<u>(407,065)</u>	<u>(401,132)</u>	<u>(404,098)</u>
6 Net Water Plant in Service	<u>575,921</u>	<u>605,727</u>	<u>590,824</u>
7 Water Plant Held for Future Use			
8 Construction Work in Progress	<u>4311</u>	<u>4,311</u>	<u>4,311</u>
9 Materials and Supplies			
10 Less: Advances for Construction	<u>(4,702)</u>	<u>0</u>	<u>(2,351)</u>
11 Less: Contribution in Aid of Construction	<u>(62,204)</u>	<u>(63,802)</u>	<u>(63,003)</u>
12 Less: Accumulated Deferred Income and Investment Tax Credits	<u>( )</u>	<u>( )</u>	<u>( )</u>
13 Net Plant Investment	<u>513,326</u>	<u>546,236</u>	<u>529,781</u>
 Note: Includes SDWBA plant of \$165,000 and accumulated SDWBA loan amortization of \$165,000.			
<b>CAPITALIZATION</b>			
14 Common Stock	<u>31,500</u>	<u>31,500</u>	<u>31,500</u>
15 Proprietary Capital (Individual or Partnership)			
16 Paid-in Capital	<u>292,651</u>	<u>292,651</u>	<u>292,651</u>
17 Retained Earnings	<u>187,888</u>	<u>242,676</u>	<u>215,282</u>
18 Common Stock and Equity (Lines 14 through 17)	<u>512,039</u>	<u>566,827</u>	<u>539,433</u>
19 Preferred Stock			
20 Long-Term Debt	<u>13,475</u>	<u>8,230</u>	<u>10,852</u>
21 Notes Payable	<u>66,484</u>	<u>65,189</u>	<u>65,837</u>
22 Total Capitalization (Lines 18 through 21)	<u>591,998</u>	<u>640,246</u>	<u>616,122</u>

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES  
2003

(Revised 10/97)

NAME OF UTILITY Little Bear Water Company, Inc.C PHONE (831) 385-3524  
Water Division

<b>INCOME STATEMENT</b>	Annual Amount
23 Unmetered Water Revenue	1,171
24 Fire Protection Revenue	
25 Other Water Revenue	45
26 Metered Water Revenue	369,117
27 Total Operating Revenue	370,333
28 <u>Operating Expenses</u>	242,274
29 Depreciation Expense (Composite Rate 2.98%)	22,017
30 Amortization and Property Losses	0
31 Property Taxes	5,728
32 Taxes Other Than Income Taxes	14,829
33 Total Operating Revenue Deduction Before Taxes	284,848
34 California Corp. Franchise Tax	7,025
35 Federal Corporate Income Tax	17,656
36 Total Operating Revenue Deduction After Taxes	309,529
37 Net Operating Income (Loss) - California Water Operations	60,804
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	214
39 Income Available for Fixed Charges	60,590
40 Interest Expense	5,802
41 Net Income (Loss) Before Dividends	54,788
42 Preferred Stock Dividends	0
43 Net Income (Loss) Available for Common Stock	54,788

<b>OTHER DATA</b>	
44 Refunds of Advances for Construction	4,702
45 Total Payroll Charged to Operating Expenses	96,267
46 Purchased Water	0
47 Power	61,071

<u>Active Service Connections</u>	(Exc. Fire Protect.) _____	Jan. 1	Dec. 31	Annual Average
48 Metered Service Connections		674	680	677
49 Flat Rate Service Connections				
50 Total Active Service Connections		674	680	677

**CLASS B, C AND D WATER COMPANIES  
SAFE DRINKING WATER BOND ACT DATA**

Please provide the following information relating to each Safe Drinking Water Bond Act (SDWBA) loan outstanding during the 12 month reporting period. (Use one sheet for each loan.)

1. Current Fiscal Agent:

Name: \_\_\_\_\_  
Address: \_\_\_\_\_  
Phone Number: \_\_\_\_\_  
Date Hired: \_\_\_\_\_

2. Former Fiscal Agent:

Name: \_\_\_\_\_ N/A \_\_\_\_\_  
Address: \_\_\_\_\_  
Phone Number: \_\_\_\_\_  
Date Hired: \_\_\_\_\_

3. Total surcharge collected from customers during the 12 month reporting period:

\$ \_\_\_\_\_

4. Summary of the trust bank account activities showing:

Balance at beginning of year	\$ _____
Deposits during the year	_____
Withdrawals made for loan payments	_____
Other withdrawals from this account	_____
Balance at end of year	_____

5. Account information:

Bank Name: \_\_\_\_\_  
Account Number: \_\_\_\_\_  
Date Opened: \_\_\_\_\_

6. Plant amounts included in Schedule A-1a, Account No. 101--Water Plant in Service which were funded using SDWBA funds:

Line No.	Acct. No.	Title of Account (a)	Balance Beginning of Year (b)	Plant Additions During Year (c)	Plant Retirements During Year (d)	Other Debits* or (Credits) (e)	Balance End of Year (f)
1		<b>NON-DEPRECIABLE PLANT</b>					
2	301	Intangible plant					
3	303	Land					
4		Total non-depreciable plant					
5		<b>DEPRECIABLE PLANT</b>					
6	304	Structures	147,437				147,437
7	307	Wells					
8	317	Other water source plant					
9	311	Pumping equipment	14,955				14,955
10	320	Water treatment plant					
11	330	Reservoirs, tanks and sandpipes					
12	331	Water mains	2,608				2,608
13	333	Services and meter installations					
14	334	Meters					
15	335	Hydrants					
16	339	Other equipment					
17	340	Office furniture and equipment					
18	341	Transportation equipment					
19		Total depreciable plant	165,000				165,000
20		Total water plant in service	165,000				165,000

**GENERAL INFORMATION**

1 Name under which utility is doing business: Little Bear Water Company, Inc.

2 Official mailing address: 51201 Pine Canyon Road, #125, King City, CA 93930  
ZIP

3 Name and title of person to whom correspondence should be addressed:  
Albin Morisoli-President Telephone: (831) 385-3524

4 Address where accounting records are maintained: 51201 Pine Canyon Rd, King City, CA 93930

5 Service Area: (Refer to district reports if applicable.) King City, Monterey County

6 Service Manager (if located in or near Service Area): (Refer to district reports if applicable.)

Name: Richard Hiwa, General Manager

Address: 51201 Pine Canyon Rd King City, Ca 93930 Telephone: (831) 385-3524

7 OWNERSHIP. Check and fill in appropriate line:

- Individual (name of owner) \_\_\_\_\_
  - Partnership (name of partner) \_\_\_\_\_
  - Partnership (name of partner) \_\_\_\_\_
  - Partnership (name of partner) \_\_\_\_\_
  - Corporation (corporate name) \_\_\_\_\_
- Organized under laws of (state) \_\_\_\_\_

Principal Officers:

(Name)	(Title)
<u>Albin Morisoli</u>	<u>President</u>
<u>Diane Johnson</u>	<u>Vice-president</u>
<u>David Morisoli</u>	<u>Secretary</u>
<u>(Name)</u>	<u>(Title)</u>

8 Names of associated companies:  
Sierra Vista Properties, Inc

9 Names of corporations, firms or individuals whose property or portion of property have been acquired during the year, together with date of each acquisition:

Date:
_____
_____
_____
_____

10 Use the space below for supplementary information or explanations concerning this report:

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

**SCHEDULE A  
COMPARATIVE BALANCE SHEETS  
Assets and other Debits**

Line No.	Acct. No.	Title of Account (a)	Schedule Page No. (b)	Balance End-of-Year (c)	Balance Beginning of Year (d)
1		<b>UTILITY PLANT</b>			
2	101	Water plant in service	4	1,006,859	982,986
3	103	Water plant held for future use	5		
4	104	Water plant purchased or sold			
5	105	Water plant construction work in progress		4311	4311
6		Total utility plant		1,011,170	987,297
7	106	Accumulated depreciation of water plant	6	(401,132)	(407,065)
8	114	Water plant acquisition adjustments			
9		Total amortization and adjustments			
10		Net utility plant		610,038	580,232
11		<b>INVESTMENTS</b>			
12	121	Non-utility property and other assets	5		
13	122	Accumulated depreciation of non-utility property	6		
14		Net non-utility property			
15	123	Investments in associated companies			
16	124	Other investments		180,000	180,000
17		Total investments		180,000	180,000
18		<b>CURRENT AND ACCRUED ASSETS</b>			
19	131	Cash		50,941	51,049
20	132	Special accounts			
21	141	Accounts receivable - customers		17,317	16,967
22	142	Receivables from associated companies			
23	143	Accumulated provision for uncollectible accounts			
24	151	Materials and supplies			
25	174	Other current assets	7	25,656	30,523
26		Total current and accrued assets		93,914	98,539
27	180	Deferred charges		13,075	19,362
28		Total assets and deferred charges		897,027	878,133
		Note 1: Water plant in service includes SDWBA plant of \$165,000.			
		Note 2: Accumulated Depreciation includes accumulated SDWBA loan amortization of \$165,000.			



**SCHEDULE A**  
**COMPARATIVE BALANCE SHEETS**  
**Liabilities and Other Credits**

Line No.	Acct. No.	Title of Account (a)	Schedule Page No. (b)	Balance End-of-Year (c)	Balance Beginning of Year (d)
1		<b>CORPORATE CAPITAL AND SURPLUS</b>			
2	201	Common stock	9	31,500	31,500
3	204	Preferred stock	9		
4	211	Other paid-in capital	9	292,651	292,651
5	215	Retained earnings	10	242,676	187,888
6		Total corporate capital and retained earnings		566,827	512,039
7		<b>PROPRIETARY CAPITAL</b>			
8	218	Proprietary capital	10		
9	218.1	Proprietary drawings			
10		Total proprietary capital			
11		<b>LONG TERM DEBT</b>			
12	224	Long term debt	11	8,230	13,475
13	225	Advances from associated companies	12		
14		<b>CURRENT AND ACCRUED LIABILITIES</b>			
15	231	Accounts payable		51,188	58,642
16	232	Short term notes payable		65,189	66,484
17	233	Customer deposits		3,915	3,895
18	235	Payables to associated companies	12		
19	236	Accrued taxes		58,603	85,726
20	237	Accrued interest		0	0
21	241	Other current liabilities	13		
22		Total current and accrued liabilities		178,895	214,747
23		<b>DEFERRED CREDITS</b>			
24	252	Advances for construction	13	0	4,702
25	253	Other credits-Inter division accounts payable	8	79,273	70,966
26	255	Accumulated deferred investment tax credits	13		
27	282	Accumulated deferred income taxes - ACRS depreciation	13		
28	283	Accumulated deferred income taxes - other	13		
29		Total deferred credits		79,273	75,668
30		<b>CONTRIBUTIONS IN AID OF CONSTRUCTION</b>			
31	271	Contributions in aid of construction	14	79,203	75,303
32	272	Accumulated amortization of contributions		(15,401)	(13,099)
33		Net contributions in aid of construction		63,802	62,204
34		Total liabilities and other credits		897,027	878,133

**SCHEDULE A-1  
UTILITY PLANT**

Line No.	Acct No.	Title of Account (a)	Balance Beg of Year (b)	Plt Additions During year (c)	Plt Retirements During year (d)	Other Debits* or (Credits) (e)	Balance End of year (f)
1	101	Water plant in service	982,986	54,125	(30,252)		1,006,859
2	103	Water plant held for future use					
3	104	Water plant purchased or sold					
4	105	Construction work in progress - water plant	4311	0	xxxxxxxxxxxxx		4311
5	114	Water plant acquisition adjustments			xxxxxxxxxxxxx		
6		Total utility plant	987,297	54,125	(30,252)		1,011,170

\* Debit or credit entries should be explained by footnotes or supplementary schedules

**SCHEDULE A-1a  
Account No. 101 - Water Plant in Service**

Line No.	Acct No.	Title of Account (a)	Balance Beg of Year (b)	Plt Additions During year (c)	Plt Retirements During year (d)	Other Debits* or (Credits) (e)	Balance End of year (f)
1		<b>NON-DEPRECIABLE PLANT</b>					
2	301	Intangible plant	2,227	300			2,527
3	303	Land	11,554				11,554
4		Total non-depreciable plant	13,781	300			14,081
5		<b>DEPRECIABLE PLANT</b>					
6	304	Structures	14,590	28141			42,731
7	307	Wells	170,092				170,092
8	317	Other water source plant					
9	311	Pumping equipment	107,254	1,212	(1,057)		107,409
10	320	Water treatment plant	13,944	1905			15,849
11	330	Reservoirs, tanks and sandpipes	91,017				91,017
12	331	Water mains	328,187	3,586			331,773
13	333	Services and meter installations	19,155				19,155
14	334	Meters	45,130	629	(945)		44,814
15	335	Hydrants	20,484				20,484
16	339	Other equipment	70,746	13,737	(23,477)		61,006
17	340	Office furniture and equipment	18,276	1702	(4,773)		15,205
18	341	Transportation equipment	70,330	2,913			73,243
19		Total depreciable plant	969,205	53,825	(30,252)		992,778
20		Total water plant in service	982,986	54,125	(30,252)		1,006,859

\* Debit or credit entries should be explained by footnotes or supplementary schedules

Note: Water plant includes SDWBA plant of \$165,000

Note: Plant retirements in compliance with Resolution No. W-4311

**SCHEDULE A-1b**  
**Account No. 103 - Water Plant Held for Future Use**

Line No.	Description and Location of Property (a)	Date of Acquisition (b)	Approximate Date When Property will be placed in Service (c)	Balance End of Year (d)
1				
2				
3				
4				
5	N/A			
6				
7				
8				
9				
10	Total			

**SCHEDULE A-2**  
**Account No. 121 - Non-utility Property and Other Assets**

Line No.	Name and Description of Property (a)	Book Value End of Year (b)
1		
2		
3		
4		
5	N/A	
6		
7		
8		
9		
10	Total	

**SCHEDULE A-3**  
**Account Nos. 108 and 122 - Depreciation and Amortization Reserves**

Line No.	Item (a)	Account 106 Water Plant (b)	Account 106.1 SDWBA Loans (c)	Account 122 Non-utility Property (d)
1	Balance in reserves at beginning of year	242,065	165,000	
2	Add: Credits to reserves during year			
3	(a) Charged to Account No. 403 (Footnote 1)	22,017		
4	(b) Charged to Account No 272	2,302		
5	(c) Charged to clearing accounts			
6	(d) Salvage recovered			
7	(e) All other credits (Footnote 2)			
8	Total Credits	24,319		
9	Deduct: Debits to reserves during year			
10	(a) Book cost of property retired	(30,252)		
11	(b) Cost of removal			
12	(c) All other debits (Footnote 3)			
13	Total debits	(30,252)		
14	Balance in reserve at end of year	236,132	165,000	
15	(1) COMPOSITE DEPRECIATION RATE USED FOR STRAIGHT LINE REMAINING LIFE			2.98 %
16				
17	(2) EXPLANATION OF ALL OTHER CREDITS:			
18				
19				
20				
21				
22				
23	(3) EXPLANATION OF ALL OTHER DEBITS:			
24				
25				
26				
27				
28				
29	(4) METHOD USED TO COMPUTE INCOME TAX DEPRECIATION			
30	(a) Straight line	[ ]		
31	(b) Liberalized	[ ]		
32	(1) Sum of the years digits	[ ]		
33	(2) Double declining balance	[ ]		
34	(3) Other	[ ]		
35	(c) Both straight line and liberalized	[ X ]		

**SCHEDULE A-3a**  
**Account No. 108 - Analysis of Entries in Depreciation Reserve**

Line No.	Acct No.	Depreciable Plant (a)	Balance Beginning of Year (b)	Credits to Reserve During Year Excl. Salvage (c)	Debits to Reserve During Year Excl. Cost of Removal (d)	Salvage and Cost of Removal Net (Dr.) or (Cr.) (e)	Balance End of Year (f)
1	304	Structures	3,646	860			4,506
2	307	Wells	17,727	453			18,180
3	317	Other water source plant					
4	311	Pumping equipment	8,943	2771	(1,057)		10,657
5	320	Water treatment plant	7,332	745			8,077
6	330	Reservoirs, tanks and sandpipes	10,277	1,820			12,097
7	331	Water mains	74,392	4,910			79,302
8	333	Services and meter installations	6,603	575			7,178
9	334	Meters	19,438	1799	(945)		20,292
10	335	Hydrants	4,859	512			5,371
11	339	Other equipment	33,389	3,294	(23,477)		13,206
12	340	Office furniture and equipment	12,273	837	(4,773)		8,337
13	341	Transportation equipment	43,186	5,743			48,929
14		Total	242,065	24,319	(30,252)		236,132

**SCHEDULE A-4**  
**Account No. 174 - Other Current Assets**

Line No.	Item (a)	Amount (b)
1	Accounts Receivable Other	24,509
2	Pre-paid Expenses	1,147
3		
4		
5		
6		
7		
8		
9		
10		25,656



**SCHEDULE A-6**  
**Account Nos. 201 and 204 - Capital Stock**

Line No.	Class of Stock (a)	Date of Issue (b)	Number of Shares Authorized by Articles of Incorporation (c)	Par or Stated Value (d)	Number of Shares Outstanding (e)	Amount Outstanding End of Year (f)	Dividends Declared During Year	
							Rate (g)	Amount (h)
1	Common		500	par	63	31,500		
2								
3								
4								
5								
6							Total	

**SCHEDULE A-7**  
**Record of Stockholders at End of Year**

Line No.	COMMON STOCK Name (a)	Number of Shares (b)	PREFERRED STOCK Name (c)	Number of Shares (d)
1	Sierra Vista Properties	63		
2				
3				
4				
5				
6				
7	Total number of shares	63	Total number of shares	

**SCHEDULE A-8**  
**Account No. 211 - Other Paid in Capital (Corporations only)**

Line No.	Type of Paid in Capital (a)	Balance End of Year (b)
1	Other Paid in Capital	292,651
2		
3		
4	Total	292,651

**SCHEDULE A-9**  
**Account No. 215 - Retained Earnings**  
**(Corporations Only)**

Line No	Item (a)	Amount (b)
1	Balance beginning of year	187,888
2	<b>CREDITS</b>	
3	Net income	54,788
4	Prior period adjustments	
5	Other credits (detail)	
6	Total credits	54,788
7		
8	<b>DEBITS</b>	
9	Net losses	
10	Prior period adjustments	
11	Dividend appropriations - preferred stock	
12	Dividend appropriations - common stock	
13	Other debits (detail)	
14	Total debits	0
15	Balance end of year	242,676

**SCHEDULE A-10**  
**Account No. 218 - Proprietary Capital**  
**(Sole Proprietor or Partnership)**

Line No.	Item (a)	Amount (b)
1	Balance beginning of year	
2	<b>CREDITS</b>	
3	Net income	
4	Additional investments during year	
5	Other credits (detail)	
6	Total credits	N/A
7	<b>DEBITS</b>	
8	Net losses	
9	Withdrawals during year	
10	Other debits (detail)	
11	Total debits	
12	Balance end of year	



**SCHEDULE A-11**  
**Account No. 224 - Long Term Debt**

Line No.	Class (a)	Name of Issue (b)	Date of Issue (c)	Date of Maturity (d)	Principal Amount Authorized (e)	Outstanding Per Balance Sheet (f)	Rate of Interest (g)	Interest Accrued During Year (h)	Sinking Fund (i)	Interest Paid During Year (j)
1	Caterpillar Financial-Generator		Oct-01	Sep-03	11,502	0	10			115
2	GMAC Financial-Utility Truck		Jul-01	Jul-06	23,000	8,230	11.5			1,250
3										
4										
5										
6	Totals					8,230				1,365

**SCHEDULE A-12**  
**Account No. 225 - Advances from Associated Companies**

Line No.	Nature of Obligation (a)	Amount of Obligation (b)	Interest Rate (c)	Interest Accrued During Year (d)	Interest Paid During Year (e)
1					
2		N/A			
3					
4	Totals				

**Schedule A-13**  
**Account No. 235 - Payables to Associated Companies**

Line No.	Nature of Obligation (a)	Balance End of Year (b)	Interest Rate (c)	Interest Accrued During Year (d)	Interest Paid During Year (e)
1					
2		N/A			
3					
4	Totals				

**SCHEDULE A-14**  
**Account No. 241 - Other Current Liabilities**

Line No.	Description (a)	Balance End of Year (b)
1		
2		
3		
4		
5	Totals	

**SCHEDULE A-15**  
**Account No. 252 - Advances for Construction**

Line No.	(a)	(b)	Amount (c)
1	Balance beginning of year	xxxxxxxxxxxxxxxx	4,702
2	Additions during year	xxxxxxxxxxxxxxxx	
3	Subtotal - Beginning balance plus additons during year	xxxxxxxxxxxxxxxx	
4	Charges during year:	xxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxx
5	Refunds	xxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxx
6	Percentage of revenue basis	4,702	xxxxxxxxxxxxxxxx
7	Proportionate cost basis		xxxxxxxxxxxxxxxx
8	Present worth basis		xxxxxxxxxxxxxxxx
9	Total refunds	4,702	xxxxxxxxxxxxxxxx
10	Transfers to Acct. 271, Contributions in aid of Construction	xxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxx
11	Due to expiration of contracts		xxxxxxxxxxxxxxxx
12	Due to present worth discount		xxxxxxxxxxxxxxxx
13	Total transfers to Acct. 271		xxxxxxxxxxxxxxxx
14	Securities Exchanged for Contracts (Enter detail below)		xxxxxxxxxxxxxxxx
15	Subtotal - charges during year		
16	Balance end of year	xxxxxxxxxxxxxxxx	0

**SCHEDULE A-16**  
**Account Nos. 255, 282, and 283 - Deferred Taxes**

Line No.	Item (a)	Account 255 Investment Tax Credit (b)	Account 282 Income Tax - ACRS Depreciation (c)	Account 283 - Other (d)
1				
2				
3				
4				
5	Totals			

**SCHEDULE A-17**

**Account No. 271 - Contributions in Aid of Construction**

**Instructions for Preparation of Schedule of Contributions in Aid of Construction**

- 1 The credit balance in the account other than that portion of the balance relating to nondepreciable property (column d), to property retired prior to January 1, 1955 (column e), shall be written off through charges to this account and credits to Account No. 106, Accumulated depreciation of water plant, over a period equal to the estimated service life of the property involved. Upon retirement of depreciable property for which a depreciation reserve has been created through charges to this account, the cost thereof shall be credited to the appropriate plant account and concurrently charged to Account No. 106. If the property is retired prior to the service life originally estimated, the balance in this account with respect to the retired property shall be transferred to the depreciation reserve account.
  
- 2 That portion of the balance applicable to nondepreciable property shall remain unchanged until the property is sold or otherwise retired. Upon retirement, the cost of such nondepreciable property acquired by donation or through use of donated funds shall be credited to the appropriate plant account and charged to this account to clear the credit balance carried herein.
  
- 3 That portion of the balance representing donations on property retired prior to January 1, 1955 (column e), and the amount of depreciation accrued to January 1, 1955, on property in service (column f), shall not be transferred from this account or otherwise disposed of without first receiving written authorization from the Commission.

Line No.	Item (a)	Total All Columns (b)	Subject to Amortization		Not Subject to Amortization	
			Property in Service After Dec. 31, 1954		Property Retired Before Jan. 1, 1955 (e)	Depreciation Accrued Through Dec. 31, 1954 on Property in Services at Dec. 31, 1954 (f)
			Depreciable (c)	Non-Depreciable (d)		
1	Balance beginning of year	62,204	62,204			
2	Add: Credits to account during year					
3	Contributions received during year	3,900	3,900			
4	Other credits*					
5	Total credits	66,104	66,104			
6	Deduct: Debits to Account during year					
7	Depreciation charges for year	2,302	2,302			
8	Nondepreciable donated property retired					
9	Other debits*					
10	Total debits	2,302	2,302			
11	Balance end of year	63,802	63,802			

\* Indicate nature of these items and show the accounts affected by the contra entries



**SCHEDULE B-1**  
**Account No. 400 - Operating Revenues**

Line No.	Acct. No.	Account (a)	Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
1		<b>WATER SERVICE REVENUES</b>			
2	460	Unmetered water revenue			
3		460.1 Single - family residential			
4		460.2 Commercial and multi-residential			
5		460.3 Large water users			
6		460.5 Safe Drinking Water Bond Surcharge			
7		460.9 Other unmetered revenue	1,171	4,098	(2927)
8		Sub-total	1,171	4,098	(2927)
9	462	Fire protection revenue			
10		462.1 Public fire protection			
11		462.2 Private fire protection			
12		Sub-total			
13	465	Irrigation revenue			
14	470	Metered water revenue			
15		470.1 Single-family residential	369,117	355,500	13,617
16		470.2 Commercial and multi-residential			
17		470.3 Large water users			
18		470.5 Safe Drinking Water Bond Surcharge			
19		470.9 Other metered revenue			
20		Sub-total			
21		Total water service revenues			
22	480	Other water revenue	45	145	(100)
23		Total operating revenues	370,333	359,743	10,590

**SCHEDULE B-2**  
**Account No. 401 - Operating Expenses**

Line No.	Acct. No.	Account (a)	Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
1		<b>PLANT OPERATION AND MAINTENANCE EXPENSES</b>			
2		<b>VOLUME RELATED EXPENSES</b>			
3	610	Purchased water			
4	615	Power	61,071	48,507	12,564
5	616	Other volume related expenses	611	805	(194)
6		Total volume related expenses	61,682	49,312	12,370
7		<b>NON-VOLUME RELATED EXPENSES</b>			
8	630	Employee labor	33,915	32,612	1,303
9	640	Materials	10,831	10,842	(11)
10	650	Contract work	10,014	9,224	790
11	660	Transportation expenses	5,943	4,118	1,825
12	664	Other plant maintenance expenses	2,674	1,918	756
13		Total non-volume related expenses	63,377	58,714	4,663
14		Total plant operation and maintenance exp.	125,059	108,026	17,033
15		<b>ADMINISTRATIVE AND GENERAL EXPENSES</b>			
16	670	Office salaries	24,647	24,332	315
17	671	Management salaries	37,705	37,327	378
18	674	Employee pensions and benefits	8,814	8,401	413
19	676	Uncollectible accounts expense	83	107	(24)
20	678	Office services and rentals	5,760	6,240	(480)
21	681	Office supplies and expenses	7,941	8,576	-635
22	682	Professional services	4,878	7,402	(2,524)
23	684	Insurance	16,850	13,191	3,659
24	688	Regulatory commission expense	6,898	5,537	1,361
25	689	General expense	3,639	1,450	2,189
26		Total administrative and general expenses	117,215	112,563	4,652
27	800	Expenses capitalized			
28		Net administrative and general expense	117,216	112,563	4,652
29		Total operating expenses	242,274	220,589	21,685

**SCHEDULE B-3**

**Account No. 408, 409, 410 - Taxes Charged During the Year**

Line No.	Type of Tax (a)	Total Taxes Charged During Year (b)	Distribution of Taxes Charged	
			Water (c)	Nonutility (d)
1	Taxes on real and personal property	5,728	5,728	
2	State corporate franchise tax	7,025	7,025	
3	State unemployment insurance tax	314	314	
4	Other state and local taxes	6,964	6,964	
5	Federal unemployment insurance tax	193	193	
6	Federal insurance contributions act	7,358	7,358	
7	Other federal taxes	0	0	
8	Federal income taxes	17,656	17,656	
9				
10				
11	Totals	45,238	45,238	

**SCHEDULE B-4**

**Reconciliation of Reported Net Income for Federal Income Taxes**

- 1 Report hereunder a reconciliation of reported net income for the year with taxable income used in computing Federal income tax accruals and show computation of such tax accruals. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount.
- 2 If the utility is a member of a group which files a consolidated Federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating, however, inter-company amounts to be eliminated in such consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, assignment, or sharing of the consolidated tax among the group members.
- 3 Show taxable year if other than calendar year from \_\_\_\_\_ to \_\_\_\_\_.

Line No.	Particulars (a)	Amount (b)
1	Net income for the year per Schedule B, page 15	54,788
2	Reconciling amounts (list first additional income and unallowable deductions,	
3	followed by additional deductions and non-taxable income):	
4	Plus: Sewer division-net book income	31,808
5	Income taxes-water and sewer divisions	39,010
6	Book depreciation-water and sewer divisions	35,370
7	Income subject to tax not recorded in books	16,019
8	Minus:	
9	Tax depreciation water and sewer divisions	(66,884)
10	Deductions not in books	(14,027)
11		
12	Federal taxable -net income	96,084
13	Computation of tax:	
14	Tax rate : 15% - 39%	20,919
15		
16		
17		
18		
19		



**SCHEDULE B-5**  
**Account No. 421 and 426 - Income from Nonutility Operations**

Line No.	Description (a)	Revenues Acct. 421 (b)	Expenses Acct. 426 (c)
1	Miscellaneous reimbursed income	319	
2	Miscellaneous non-utility expenses		533
3			
4	Total	319	533

**SCHEDULE B-6**  
**Account No. 427 - Interest Expense**

Line No.	Description (a)	Amount (b)
1	Interest on long term debt	1,365
2	Interest on short term debt	4407
3	Interest on customer deposits	30
4		
5		
6		
7		
8		
9		
10	Total	5,802

**SCHEDULE C-1**  
**Compensation of Individual Proprietor, Partners and Employees Included in Expenses**

Line No.	Acct. No.	Account (a)	Number at End of Year (b)	Salaries Charged to Expense (c)	Salaries Charged to Plant Accounts (d)	Total Salaries and Wages Paid (e)
1	630	Employee Labor	2	33,915	837	34,752
2	670	Office salaries	1	24,647		24,647
3	671	Management salaries	4	37,705		37,705
4						
5						
6		Total	7	96,267	837	97,104

**SCHEDULE C-2**  
**Loans to Directors, Officers, or Shareholders**

Line No.	Name (a)	Title (b)	Amount (c)	Interest Rate (d)	Maturity Date (e)	Security Given (f)	Date of Shareholder Authorization (g)	Other Information (h)
1								
2								
3								
4								
5								
6								
7	Total							

**SCHEDULE C-3**  
**Engineering and Management Fees and Expenses, Etc., During Year**

Line No.	Give the required particulars of all contracts or other agreements in effect in the course of the year between the respondent and any corporation, association, partnership, or person covering supervision and/or management of any department of the respondent's affairs, such as accounting, engineering, financing, construction or operation, and show the payments under such agreements and also the payments for advice and services to a corporation or corporations which directly or indirectly control respondent through stock ownership.	
1	1. Did the respondent have a contract or other agreement with any organization or person covering supervision and/or management of its own affairs during the year? Answer: (Yes or No) <span style="float: right;">No</span>	
3	(If the answer is in the affirmative, make appropriate replies to the following questions)*	
4	2. Name of each organization or person that was a party to such a contract or agreement.	
5		
6	3. Date of original contract or agreement.	
7	4. Date of each supplement or agreement.	
8	5. Amount of compensation paid during the year for supervision or management . . . . \$	
9	6. To whom paid	
10	7. Nature of payment (salary, traveling expenses, etc.).	
11	8. Amounts paid for each class of service.	
12		
13	9. Basis for determination of such amounts	
14		
15	10. Distribution of payments: <span style="float: right;">Amount</span>	
16	(a) Charged to operating expenses	\$
17	(b) Charged to capital amounts	\$
18	(c) Charged to other account	\$
19	Total	\$
20	11. Distribution of charges to operating expenses by primary accounts	
21	Number and Title of Account	Amount
22		\$
23		\$
24		\$
25	Total	\$
26	12. What relationship, if any, exists between respondent and supervisory and/or managing concerns?	
27		
* File with this report a copy of every contract, agreement, supplement or amendment mentioned above unless a copy of the instrument in due form has been furnished, in which case a definite reference to the report of the respondent relative to which it was furnished will suffice.		

**SCHEDULE D-1  
Sources of Supply and Water Developed**

STREAMS					FLOW IN ..... (Unit) 2				Annual Quantities Diverted ..... (Unit) 2	Remarks
Line No.	Diverted Into *	From Stream or Creek (Name)	Location of Diversion Point	Priority Right		Diversion				
				Claim	Capacity	Max.	Min.			
1										
2										
3										
4										
5										

  

WELLS						Pumping Capacity (g.p.m.) ..... (Unit) 2	Annual Quantities Pumped ..... (Unit) 2	Remarks
Line No.	At Plant (Name or Number)	Location	Number	Dimensions	1 Depth to Water			
6		1.5 mile East Jelon Rd	1	14	70	270		
7			2	14	70	450		
8			3	14	41	1200		
9								
10								

  

TUNNELS AND SPRINGS				FLOW IN ..... (Unit) 2		Annual Quantities Pumped ..... (Unit) 2	Remarks
Line No.	Designation	Location	Number	Maximum	Minimum		
11							
12							
13							
14							
15							

  

Purchased Water for Resale	
16	Purchased from
17	Annual Quantities purchased (Unit chosen) 1
18	
19	

\* State ditch pipeline reservoir, etc., with name, if any.  
1 Average depth to water surface below ground surface  
2 The quantity unit in established use for experiencing water stored and used in large amounts is the acre foot, which equals 43,560 cubic feet; in domestic use the thousand gallon or the hundred cubic feet. The rate of flow or discharge in larger amounts is expressed in cubic feet per second. In gallons per minute, in gallons per day, or in the miner's inch. Please be careful to state the unit used.

**SCHEDULE D-2  
Description of Storage Facilities**

Line No	Type	Number	Combined Capacity (Gallons or Acre Feet)	Remarks
1	A. Collecting reservoirs			
2	Concrete			
3	Earth			
4	Wood			
5	B. Distribution reservoirs			
6	Concrete			
7	Earth			
8	Wood			
9	C. Tanks	7	263,000	
10	Wood			
11	Metal	1	85,000	
12	Concrete			
13	Totals	8	348,000	

**SCHEDULE D-3**  
**Description of Transmission and Distribution Facilities**

**A. LENGTH OF DITCHES, FLUMES AND LINKED CONDUITS IN MILES FOR VARIOUS CAPACITIES**

Capacities in Cubic Feet Per Second or Miner's Inches (state which) \_\_\_\_\_

Line No.		0 to 5	6 to 10	11 to 20	21 to 30	31 to 40	41 to 50	51 to 75	76 to 100
1	Ditch								
2	Flume								
3	Lined conduit								
4									
5	Totals								

**A. LENGTH OF DITCHES, FLUMES AND LINKED CONDUITS IN MILES FOR VARIOUS CAPACITIES - Concluded**

Capacities in Cubic Feet Per Second or Miner's Inches (state which) \_\_\_\_\_

Line No.		101 to 200	201 to 300	301 to 400	401 to 500	501 to 750	751 to 1000	Over 1000	Total All Lengths
6	Ditch								
7	Flume								
8	Lines conduit								
9									
10	Totals								

**B. FOOTAGES OF PIPE BY INSIDE DIAMETERS IN INCHES - NOT INCLUDING SERVICE PIPING**

Line No.		1	1 1/2	2	2 1/2	3	4	5	6	8
11	Cast Iron								300	
12	Cast iron (cement lined)									
13	Concrete									
14	Copper									
15	Riveted steel									
16	Standard screw									
17	Screw or welded casing									
18	Cement - asbestos						4,000		5,892	15,900
19	Welded steel									
20	Wood									
21	Other (specify)Plastic	100		7,900	1,000		7,100		43,300	9,400
22	Totals	100		7,900	1,000		11,100		49,492	25,300

**B. FOOTAGES OF PIPE BY INSIDE DIAMETERS IN INCHES - NOT INCLUDING SERVICE PIPING - Concluded**

Line No.		10	12	14	16	18	20	Other Sizes (Specify Sizes)	Total All Sizes
23	Cast Iron								300
24	Cast iron (cement lined)								
25	Concrete								
26	Copper								
27	Riveted steel								
28	Standard screw								
29	Screw or welded casing								
30	Cement - asbestos								25,792
31	Welded steel								
32	Wood								
33	Other (specify)Plastic	3,000							71,800
34	Totals	3,000							97,892

**SCHEDULE D-4  
Number of Active Service Connections**

Classification	Metered - Dec 31		Flat Rate - Dec 31	
	Prior Year	Current Year	Prior Year	Current Year
	Single family residential	680	674	
Commercial and Multi-residential				
Large water users				
Public authorities				
Irrigation				
Other (specify)				
Subtotal	680	674		
Private fire connections				
Public fire hydrants			52	52
Total	680	674	52	52

**SCHEDULE D-5  
Number of Meters and Services on  
Pipe Systems at End of Year**

Size	Meters	Services
5/8 x 3/4 - in	653	xxxxxxxxxxxx
3/4 - in	16	
1 - in	8	
1.5 -in	2	
2 in	1	
- in		
- in		
- in		
Other		
Total	680	

**SCHEDULE D-6  
Meter Testing Data**

A. Number of Meters Tested During Year as Prescribed in Section VI of General Order No. 103:	
1. New, after being received . . .	_____
2. Used, before repair . . . . .	_____
3. Used, after repair . . . . .	_____
4. Found fast, requiring billing adjustment . . . . .	_____
B. Number of Meters in Service Since Last Test	
1. Ten years or less . . . . .	_____
2. More than 10, but less than 15 years . . . . .	_____
3. More than 15 years . . . . .	_____

**SCHEDULE D-7  
Water delivered to Metered Customers by Months and Years in \_\_\_\_\_ (Unit Chosen):**

Classification of Service	During Current Year							Subtotal
	January	February	March	April	May	June	July	
Single-family residential	6,868	7,483	7,043	9,466	10,197	16,772	19,476	77,305
Commercial and Multi-residential								
Large water users								
Public authorities								
Irrigation								
Other (specify)								
Total	6,868	7,483	7,043	9,466	10,197	16,772	19,476	77,305
Classification of Service	During Current Year							Total Prior Year
	August	September	October	November	December	Subtotal	Total	
Single-family residential	21,216	17,479	15,587	14,264	7,842	76,388	153,693	156,396
Commercial and Multi-residential								
Large water users								
Public authorities								
Irrigation								
Other (specify)								
Total	21,216	17,479	15,587	14,264	7,842	76,388	153,693	156,396

<sup>1</sup> Quantity units to be in hundreds of cubic feet, thousands of gallons, acre-feet, or miner's inch-days.

Total acres irrigated \_\_\_\_\_

Total population served: Approximately 2,720

**SCHEDULE D-8  
Status With State Board of Public Health**

1	Has the State or Local Health Department reviewed the sanitary condition of your water system during the past year?	
2	Are you having routine laboratory tests made of water served to your consumers?	Yes
3	Do you have a permit from the State Board of Public Health for operation of your water system?	Yes
4	Date of permit:	5 If permit is "temporary", what is the expiration date?
6	If you do not hold a permit, has an application been made for such permit?	7 If so, on what date?

**SCHEDULE D-9  
Statement of Material Financial Interest**

Use this space to report the information required by Section 2 of General Order No. 104-A. If no material financial interest existed during the year or contemplated at the end of the year, such fact shall be so stated. If additional space is required, attach a supplementary statement with reference made thereto.

**DECLARATION  
Before Signing, Please Check to See That All Schedules Have Been Completed**  
(See instruction 3 on front cover)

I, the undersigned \_\_\_\_\_  
Officer, Partner or Owner

of \_\_\_\_\_ Little Bear Water Company, Inc. \_\_\_\_\_  
Name of Utility

under penalty of perjury do declare that this report has been prepared by me, or under my direction, from the books, papers and records of the respondent; that I have carefully examined the same, and declare the same to be a complete and correct statement of the business and affairs of the above-named respondent and the operations of its property for the period from and including January 1, 2003 to and including December 31, 2003.  
(date)

SIGNED \_\_\_\_\_  
Title General Manager  
Date 06/29/04

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